

Message Text

UNCLASSIFIED POSS DUPE

PAGE 01 MANILA 00564 121042Z

43

ACTION EB-07

INFO OCT-01 EA-09 ISO-00 AGR-10 CIAE-00 COME-00 INR-07

LAB-04 NSAE-00 SP-02 STR-04 TRSE-00 CIEP-02 FRB-01

OMB-01 L-03 /051 W

----- 057850

R 120900Z JAN 76

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 1081

UNCLAS MANILA 0564

PASS USDA/FAS/STEPHENS/CEP AND D. WILLIAMS/COT/FMD
STATE/ANGEVINE/F&TD

E.O. 11652: N/A

TAGS: EAGR

SUBJ: COTTON CONTRACT PROBLEM

REF: STATE 299453

1. FOLLOWING IS TEXT OF TELEX SENT TO WILLIAM BLAIR, JR.
BY DBP: QUOTE. WE ARE SENDING THIS TELEX TO KEEP YOU
INFORMED OF THE STATUS OF PAST DUE COTTON CONTRACTS. AS OF
JANUARY 7, 1976 ABOUT 13,024 BALES OF COTTON REMAIN OUT-
STANDING AS FOLLOWS:

FIRM	SALE NO.	NO. OF BALES	AMOUNT	SUPPLIER
LIRAG TEXTILE MILLS	8050	334	\$ 115,230.00	ALLENBERG
	8053	334	115,230.00	ALLENBERG
	1281	500	166,875.00	LAWRENCE
	P314	200	65,700.00	PAN AMERICAN
	P316	466	158,440.00	PAN AMERICAN
	119	1,000	330,000.00	HOHENBERG
	741	500	186,250.00	STAPLE COOP
	1285	1,000	361,250.00	LAWRENCE

UNCLASSIFIED

UNCLASSIFIED

PAGE 02 MANILA 00564 121042Z

120 1,000 370,000.00 HOHENBERG

5,334 \$1,868,975.00

UNITED ASIA 126/ 690 \$ 201,997.50 PAN AMERICAN
127

YUPANGCO CAG 440 1,000 356,750.00 COTTON IMPORT
AND EXPORT
CAG 31 6,000 1,740,000.00 COTTON IMPORT
AND EXPORT

7,000 2,096,750.00

TOTAL 13,024 \$4,167,722.50

PLEASE NOTE THAT LIRAG TEXTILE MILLS HAS SUBMITTED L/C'S FOR ITS CONTRACTS WITH PAN AMERICAN AND HOHENBERG BUT DBP HAS NOT RELEASED THEM YET BECAUSE ALLENBERG AND LAWRENCE REFUSED TO HAVE THESE L/C'S PUSHED AHEAD OF THEIR OWN CONTRACTS. ON THE OTHER HAND, LIRAG WOULD NOT WANT TO OPEN L/C'S FOR THE BALANCE OF ITS CONTRACTS WITH ALLENBERG AND LAWRENCE UNTIL SUPPLIERS SHALL HAVE SETTLED LIRAG'S CLAIM FOR DAMAGES RESULTING FROM QUALITY PROBLEMS, SHORTAGE OF WEIGHT, ETC. RELATIVE TO EARLIER COTTON SHIPMENTS WORTH \$1,148,850.00. WITH REGARD TO YUPANGCO COTTON MILLS, FIRM AGREED TO OPEN L/C'S FOR THE BALANCE AFTER RECEIPT OF 500 BALES IN GOOD CONDITION. UNITED ASIA MFG. CORP. IS PRESENTLY REHABILITATING PLANT GUTTED BY FIRE. FIRM SHALL OPEN L/C'S AS SOON AS PLANT BECOMES OPERATIONAL. ALSO PLEASE BE INFORMED THAT SOLID MILLS INC. HAS FILED COMPLAINT AGAINST STARKE TAYLOR AND SONS FOR FAILURE TO HONOR CONTRACTS COVERING 3,000 BALES OF COTTON. US EMBASSY'S ASSISTANCE WAS SOUGHT EARLIER BY DBP TO COMPEL STARKE TAYLOR TO COMPLY WITH ITS COMMITMENTS TO SOLID. BECAUSE OF THIS CASE DBP ACTUALLY NOW ENCOUNTERING DIFFICULTY GETTING ABOVE-LISTED OUTSTANDING CONTRACTS HONORED. LOCAL TEXTILE MILLERS ACTUALLY URGING LIRAG, YUPANGCO, UNITED ASIA NOT TO OPEN L/C'S UNLESS STARKE TAYLOR FIRST MAKE GOOD OWN COMMITMENTS. WARM GREETINGS FOR THE NEW YEAR. END QUOTE.

UNCLASSIFIED

UNCLASSIFIED

PAGE 03 MANILA 00564 121042Z

3. AGATTACHE MET WITH MRS REYES JANUARY 8. STARKE TAYLOR CONTRACT WAS FIRST ITEM MENTIONED BY REYES. WHILE SHE DID NOT MENTION LIKELIHOOD ANY ACTION ON PART OF DBP, DBP CONCERNED STARKE TAYLOR CANCELLATION AND INDICATED DBP GETTING CONSIDERABLE PRESSURE FROM INDIVIDUAL MILLS AND TEXTILE MILLS ASSOCIATION TO NOT APPROVE L/C OPENINGS ON REMAINING OVERDUES. REMAINDER OF DISCUSSIONS AS COVERED IN DBP TELEX TO BLAIR.
SULLIVAN

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TEXTILES, CONTRACTS, PRODUCTION DATA
Control Number: n/a
Copy: SINGLE
Draft Date: 12 JAN 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976MANILA00564
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760010-0561
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760166/aaaacguw.tel
Line Count: 114
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 75 STATE 299453
Review Action: RELEASED, APPROVED
Review Authority: greeneet
Review Comment: n/a
Review Content Flags:
Review Date: 23 JUN 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <23 JUN 2004 by barnescd>; APPROVED <12 NOV 2004 by greeneet>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: COTTON CONTRACT PROBLEM
TAGS: EAGR, RP
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006